

HAMILTON COUNTY, KANSAS

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED DECEMBER 31, 2012**

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Hamilton County, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Hamilton County, Kansas as of and for the year ended December 31, 2012 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by Hamilton County, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Hamilton County, Kansas as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Hamilton County, Kansas as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

The 2011 actual columns presented in the individual fund schedules of cash receipts and expenditures-actual and budget, (Schedule 2 as listed in the table of contents) upon which we rendered an unqualified opinion dated July 13, 2012, are also presented for comparative analysis and are not a required part of the 2012 financial statement. The 2011 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management and Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 financial statements. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2011 financial statements or to the 2011 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2011 comparative information is fairly stated in all material respects in relation to the 2011 financial statements as a whole.

Kennedy McKee & Company LLP

August 21, 2013

HAMILTON COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

For the Year ended December 31, 2012

<u>Fund</u>	<u>Beginning unencumbered cash balance</u>	<u>Cash receipts</u>
GENERAL FUND:		
General fund	\$ 383,621	\$ 5,432,068
SPECIAL PURPOSE FUNDS:		
Alcohol revenue	6,375	2,610
Library	4,961	123,320
Fire district #1	12,641	47,927
Library employee benefits	864	46,770
Special vehicle	-	27,916
Sheriff fund for 911	5,279	-
Enhancement 911	6,463	56,702
Non-budgeted special purpose funds:		
Capital improvement	1,946,316	100,660
Special machinery	152,240	69,388
Special road	81,883	162,000
Sheriff's funds	7,443	16,434
Special attorney trust drug money	794	-
Diversion fee	31,792	7,131
County sales tax	179,454	187,414
EMT trust	906	5,630
Prosecuting attorney training	874	423
Register of deeds technology	30,135	4,396
Health bio-terrorism	42,558	4,949
Solid waste management	1,197	94,039
Micro loan	53,683	17,769
Special law enforcement trust	7,852	-
Total special purpose funds	2,573,710	975,478
BOND AND INTEREST FUNDS:		
Bond and interest	27,773	119,994
Non-budgeted bond and interest fund:		
GO hospital bond	7,691	96,000
Total bond and interest funds	35,464	215,994
Total reporting entity (excluding agency funds)	\$ 2,992,795	\$ 6,623,540
Composition of cash balance:		
Cash on hand		
Checking accounts		
Money market		
Certificates of deposit		
Total cash		
Agency funds		
Total - excluding agency funds		

The notes to the financial statement are an integral part of this statement.

STATEMENT 1

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 4,954,444	\$ 861,245	\$ 141,882	\$ 1,003,127
-	8,985	-	8,985
117,310	10,971	-	10,971
50,000	10,568	9,881	20,449
45,196	2,438	-	2,438
27,916	-	-	-
5,279	-	-	-
17,000	46,165	-	46,165
173,354	1,873,622	11,879	1,885,501
167,900	53,728	-	53,728
12,419	231,464	4,285	235,749
9,335	14,542	-	14,542
-	794	-	794
12,378	26,545	-	26,545
166,115	200,753	-	200,753
4,405	2,131	-	2,131
278	1,019	-	1,019
2,175	32,356	-	32,356
10,304	37,203	-	37,203
84,802	10,434	7,255	17,689
12,704	58,748	-	58,748
-	7,852	-	7,852
918,870	2,630,318	33,300	2,663,618
113,905	33,862	-	33,862
96,525	7,166	-	7,166
210,430	41,028	-	41,028
\$ 6,083,744	\$ 3,532,591	\$ 175,182	\$ 3,707,773
			\$ 300
			52,370
			8,029,060
			1,766,425
			9,848,155
			(6,140,382)
			\$ 3,707,773

HAMILTON COUNTY, KANSAS
NOTES TO FINANCIAL STATEMENT

December 31, 2012

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Municipal Financial Reporting Entity

Hamilton County is a municipal corporation governed by an elected five-member commission. The financial statement presents Hamilton County, Kansas, (the primary government) and does not include the following related municipal entities:

Hamilton County Fair Board: The members of the governing board are appointed by the County Commissioners. This board is accountable to the Board of Commissioners for fiscal matters. Complete financial records for the Board can be obtained from their administrative offices of the entity at P.O. Box 1024, Syracuse, Kansas 67878.

Syracuse-Hamilton County Airport: The members of the governing board are appointed by the County Commissioners. The Airport is accountable to the Board of Commissioners for fiscal matters. Complete financial records for the Airport may be obtained from their administrative offices at P.O. Box 1136 Syracuse, Kansas 67878.

Hamilton County Public Library: The members of the governing board of the Library are appointed by the County Commissioners. The Public Library is fiscally dependent on the County because the budget is approved by the County Commissioners. In addition, the Library is prohibited from issuing bonded debt without the approval of the County Commission. Complete financial records for the Library may be obtained from their administrative offices at P.O. Box 1307 Syracuse, Kansas 67878.

Tamarisk Golf Course: The members of the governing board of the Golf Course are appointed by the County Commissioners. The Golf Course is fiscally dependent on the County because it receives substantial financial support from the County. Complete financial records for the Golf Course may be obtained from their administrative offices at P.O. Box 1183 Syracuse, Kansas 67878.

Hamilton County Extension Council: Hamilton County Extension Council provides services in such areas as agriculture, home economics, and 4-H club, to all persons in the County. The Council is an elected eight member executive board. The County annually provides significant operating subsidies to the Council. Complete financial records for the Council may be obtained from their administrative offices at P.O. Box 629 Syracuse, Kansas 67878.

Hamilton County Fire District #1: The District is defined as a separate taxing entity by applicable state statutes. It provides fire protections services to certain unincorporated areas of the County. The costs of providing such services are provided from property taxes assessed to property owners in the District. For financial reporting, the financial activities of the Fire District are accounted for within a special purpose fund.

Hamilton County Pool Board: The members of the governing board are appointed by the County Commissioners. This board is accountable to the Board of Commissioners for fiscal matters. Complete financial records for the Board may be obtained from their administrative offices at P.O. Box 1167 Syracuse, Kansas 67878.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Regulatory Basis Fund Types

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows other than those mentioned above.

The County has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the County to use the regulatory basis of accounting.

4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for agency funds and the following special purpose funds:

Capital Improvement	EMT Trust
Special Machinery	Prosecuting Attorney Training
Special Road	Register of Deeds Technology
Sheriff's Funds	Health Bio-Terrorism
Special Attorney Trust Drug Money	Solid Waste Management
Diversion Fee	Micro Loan
County Sales Tax	Special Law Enforcement Trust

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

B. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds to have a main or branch bank in the county in which the County is located, or in an adjoining county if such institution has been designated as an official depository, and the banks to provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The County has no investment policy that would further limit its investment choices.

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2012.

B. DEPOSITS AND INVESTMENTS (CONTINUED)

At December 31, 2012 the carrying amount of the County's deposits, including certificates of deposit, was \$9,848,155 and the bank balance was \$9,868,757. Of the bank balance, \$4,011,869 was covered by federal depository insurance, and \$2,928,444 was collateralized with securities held by the pledging financial institutions agents in the County's name, and \$2,928,444 was under a peak period agreement.

C. PENSION COST AND EMPLOYEE BENEFITS

1. Defined Benefit Pension Plan

Plan description. Hamilton County, Kansas, contributes to the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603), at the following website: <http://www.kpers.org/annualreport2012.pdf> or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 and 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. The Hamilton County employer contributions to KPERS for the years ending December 31, 2012, 2011, and 2010 were \$112,086, \$103,771 and \$101,506, respectively, equal to the regulatory required contributions for each year as set forth by the legislature.

2. Other Employee Benefits

Vacation leave – The County's policies regarding vacations permit employees to accumulate a maximum of 240 hours of vacation. Upon termination or resignation from service with the County, employees are entitled to payment for all accumulated vacation earned prior to termination or resignation up to a maximum of 240 hours.

Sick leave – All employees on permanent status earn sick leave at the rate of one calendar day per month with a maximum accumulation of 960 hours (Sheriff's Department and Road Department 1,140 hours) of sick leave. No allowance for unused sick leave is paid upon termination or resignation. The County has a sick leave bank whereby employees can transfer excess sick leave to a bank to be used by employees who are on extended sick leave and have exhausted their own sick leave accumulation. The sick leave bank is administered by the County Commissioners.

C. PENSION COST AND EMPLOYEE BENEFITS (CONTINUED)

2. Other Employee Benefits (Continued)

Section 125 Cafeteria Plan/Health Insurance – The County offers a section 125 cafeteria plan for all employees electing to participate. Participants use this for health insurance premiums, other medical costs and dependent care costs. The plan is administered by an independent insurance company.

Section 457 Deferred Compensation Plan – The County offers employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457.

3. Other Post Employment Benefits

As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level of premium regardless of age.

Under the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA), the County makes health care benefits available to eligible former employees and eligible dependents. The American Recovery and Reinvestment Act of 2009 (ARRA), as amended, provides for premium reductions for health benefits under COBRA. Eligible individuals pay only 35 percent of their COBRA premiums and the remaining 65 percent is reimbursed to the coverage provider through a tax credit. Certain requirements are outlined by the federal government for this coverage credit.

D. LONG-TERM DEBT

Changes in long-term liabilities for the entity for the year ended December 31, 2012, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
General obligation, Series 2007					
Issued November 1, 2007					
In the amount of \$275,000					
At interest rate of 0%					
Maturing November 1, 2017	\$ 165,000	\$ -	\$ 27,500	\$ 137,500	\$ -
Hospital refunding, Series A 2009					
Issued December 30, 2009					
In the amount of \$725,000					
At interest rates of 1.00% to 3.20%					
Maturing September 1, 2016	520,000	-	100,000	420,000	13,905
General obligation, Series B 2009					
Issued December 30, 2009					
In the amount of \$450,000					
At interest rates of 1.00% to 2.70%					
Maturing September 1, 2014	<u>275,000</u>	<u>-</u>	<u>90,000</u>	<u>185,000</u>	<u>6,525</u>
	<u>960,000</u>	<u>-</u>	<u>217,500</u>	<u>742,500</u>	<u>20,430</u>

D. LONG-TERM DEBT (CONTINUED)

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Capital leases:					
644J Wheel Loader					
Issued September 7, 2011					
In the amount of \$114,014					
At interest rate of 3.537%					
Maturing February 15, 2016	\$ 114,014	\$ -	\$ 23,337	\$ 90,677	\$ 1,406
Eight radios and control station					
Issued February 1, 2011					
In the amount of \$15,764					
At interest rate of 4.21%					
Maturing February 1, 2022	14,727	-	1,080	13,647	620
John Deere 7530 Tractor					
Issued September 14, 2010					
In the amount of \$5,741					
At interest rate of 4.75%					
Maturing September 14, 2015	4,406	-	1,399	3,007	214
Three John Deere 7230 Tractors					
Issued November 9, 2010					
In the amount of \$55,122					
At interest rate of 4.55%					
Maturing November 9, 2014	42,266	-	13,454	28,812	1,964
2007 Toro RM5510 Mower					
Issued February 8, 2012					
In the amount of \$20,899					
At interest rate of 3.75%					
Maturing February 15, 2016	-	20,899	4,180	16,719	-
2005 JD 755C Track Loader					
Issued February 8, 2012					
In the amount of \$70,000					
At interest rate of 3.748%					
Maturing February 15, 2016	-	70,000	14,000	56,000	-
2012 Ford Ambulance					
Issued July 3, 2012					
In the amount of \$107,983					
At interest rate of 4.254%					
Maturing July 2, 2015	-	107,983	50,000	57,983	-
	<u>175,413</u>	<u>198,882</u>	<u>107,450</u>	<u>266,845</u>	<u>4,204</u>
Other:					
KDOT revolving loan					
dated December 4, 2007					
In the amount of \$1,751,448					
At interest rate of 3.6%					
Maturing in 2017	1,081,696	-	164,289	917,407	38,941
Totals	<u>\$2,217,109</u>	<u>\$ 198,882</u>	<u>\$ 489,239</u>	<u>\$1,926,752</u>	<u>\$ 63,575</u>

D. LONG-TERM DEBT (CONTINUED)

Current maturities of general obligation bonds and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 217,500	\$ 16,630	\$ 234,130
2014	227,500	12,070	239,570
2015	132,500	6,670	139,170
2016	137,500	3,520	141,020
2017	<u>27,500</u>	<u>-</u>	<u>27,500</u>
Total	<u>\$ 742,500</u>	<u>\$ 38,890</u>	<u>\$ 781,390</u>

Current maturities of capital leases and interest for the next five years and five year increments thereafter are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 73,793	\$ 10,620	\$ 84,413
2014	76,876	7,537	84,413
2015	62,942	4,443	67,385
2016	44,382	2,006	46,388
2017	1,329	372	1,701
2018-2022	<u>7,523</u>	<u>976</u>	<u>8,499</u>
Total	<u>\$ 266,845</u>	<u>\$ 25,954</u>	<u>\$ 292,799</u>

Current maturities of KDOT revolving loan, interest and fees through maturity are as follows:

	<u>Principal due</u>	<u>Interest and fees due</u>	<u>Total due</u>
2013	\$ 170,614	\$ 35,320	\$ 205,934
2014	177,182	28,751	205,933
2015	184,004	21,930	205,934
2016	191,088	14,846	205,934
2017	<u>194,519</u>	<u>7,489</u>	<u>202,008</u>
Total	<u>\$ 917,407</u>	<u>\$ 108,336</u>	<u>\$ 1,025,743</u>

E. INTERFUND TRANSFERS

A summary of interfund transfers by type is as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
Operating transfers:			
General fund	GO Hospital Bond	\$ 96,000	K.S.A. 19-4606
General fund	Special Machinery	53,453	K.S.A. 68-141g
General fund	Special Road fund	162,000	K.S.A. 19-590
General fund	Capital Improvement fund	100,660	K.S.A. 19-120
Special Vehicle fund	General fund	24,860	K.S.A. 8-145
Sheriff fund for 911 Fund	Enhancement 911 fund	<u>5,139</u>	K.S.A. 19-119
		<u>\$ 442,112</u>	

E. INTERFUND TRANSFERS (CONTINUED)

Transfers to related municipal entities:

General	Airport	\$ 40,000	K.S.A. 3-121
General	Hamilton County VIP	56,100	K.S.A. 12-1680
General	Extension Council	73,000	K.S.A. 2-610
General	Hospital	748,629	K.S.A. 19-4606
General	Fair Board	72,000	K.S.A. 2-129
General	Pool Board	40,000	K.S.A. 19-2801
General	Golf Course	10,100	K.S.A. 19-27,156
Library	Public Library	117,310	K.S.A. 12-1220
County Sales Tax	Hospital	75,000	K.S.A. 12-187
Library Employee Benefits	Public Library	45,196	K.S.A. 12-16,102
		<u>\$ 1,277,335</u>	

F. OPERATING LEASES

The County had the following operating leases as of December 31, 2012. These leases represent future commitments of annual lease expenses. At the end of the lease term, the County expects to return the equipment to the lessor.

In May of 2007, the County entered into a seven-year operating lease agreement for a motor grader. The annual cost of the lease is \$18,384.

In August of 2008, the County entered into a seven-year operating lease agreement for two motor graders. The annual cost of the lease is \$27,544.

In March of 2009, the County entered into a seven-year operating lease agreement for a motor grader. The annual cost of the lease is \$25,795.

In August of 2010, the County entered into a seven-year operating lease agreement for three motor graders. The annual cost of the lease is \$55,094.

In December of 2011, the County entered into a seven year operating lease agreement for a motor grader. The annual cost of the lease is \$12,615.

The following is a yearly schedule of future minimum rental payments for the operating leases:

2013	\$ 139,433
2014	121,049
2015	93,505
2016	67,710
2017	67,710
2018	12,616
<u>\$ 502,023</u>	

G. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The County participates in public entity risk pools to cover property, liability and worker's compensation claims. The County purchases commercial insurance to cover the medical needs of employees. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three years.

H. PUBLIC ENTITY RISK POOLS

The County is a member of the Kansas County Association Multi-Line Pool (KCAMP), a group funded pool for property, liability, crime and surety coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Pool as determined by the nine-member Board of Trustees. It is not possible to estimate the maximum contributions which could be required. KCAMP covers claims up to \$250,000 for property, \$300,000 for liability and \$150,000 for crime. Excess reinsurance provides aggregate coverage up to \$40,847,526 for property and \$1,700,000 for liability. Except for required contributions, no member can be held responsible for any claims made against any other member.

The County is a member of the Kansas Workers Risk Cooperative for Counties (KWORCC), a group funded pool for workers compensation coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Cooperative as determined by the seven-member Board of Trustees based upon experience modification factors, payroll audits and any other bases the Board considers appropriate. It is not possible to estimate the maximum contributions which could be required. KWORCC covers claims up to \$600,000 each and aggregate excess reinsurance provides aggregate coverage up to \$1,000,000. Except for required contributions, no member can be held responsible for any claims made against any other member.

I. CONTINGENCIES

The County receives Federal and State Grants for specific purposes that are subject to review and audit by Federal and State agencies. Such audits could result in a request for reimbursement for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of County management, such disallowances, if any, would be insignificant.

J. SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 21, 2013, the date on which the financial statement was available to be used. Management's evaluation concluded that the following subsequent event be disclosed in this financial statement:

In March 2013, the County issued no-fund warrants in the amount of \$3,000,000 to finance insufficiencies in the operations and maintenance of the Hamilton County Hospital. Debt payments of approximately \$820,000 will begin in 2014 through 2017, and will be financed with ad valorem taxes.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

HAMILTON COUNTY, KANSAS**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012

<u>Fund</u>	<u>Certified budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General fund	\$ 5,077,994	\$ -	\$ 5,077,994	\$ 4,954,444	\$ 123,550
Special purpose funds:					
Alcohol revenue	9,000	-	9,000	-	9,000
Library	117,310	-	117,310	117,310	-
Fire district #1	50,000	-	50,000	50,000	-
Library employee benefits	45,196	-	45,196	45,196	-
Special vehicle	30,000	-	30,000	27,916	2,084
Sheriff fund for 911	19,000	-	19,000	5,279	13,721
Enhancement 911	17,000	-	17,000	17,000	-
Bond and interest fund:					
Bond and interest	133,905	-	133,905	113,905	20,000
Total	<u>\$ 5,499,405</u>	<u>\$ -</u>	<u>\$ 5,499,405</u>	<u>\$ 5,331,050</u>	<u>\$ 168,355</u>

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes	\$ 4,606,569	\$ 4,883,264	\$ 4,578,001	\$ 305,263
Shared revenue	249,180	260,100	225,228	34,872
Licenses, permits and fees	51,667	42,514	35,000	7,514
Charges for services:				
Health	19,983	26,365	18,000	8,365
Ambulance	12,522	32,673	15,000	17,673
Prisoner care	32,780	41,800	10,000	31,800
Landfill	33,625	31,332	20,000	11,332
Interest	58,977	82,176	20,000	62,176
Other	7,240	6,984	10,000	(3,016)
Operating transfers in	25,678	24,860	20,000	4,860
Total cash receipts	<u>5,098,221</u>	<u>5,432,068</u>	<u>\$ 4,951,229</u>	<u>\$ 480,839</u>
Expenditures:				
General government:				
County Commissioners:				
Personal services	59,182	59,940	\$ 59,541	\$ (399)
Commodities	53	146	450	304
Contractual services	1,932	2,877	5,400	2,523
	<u>61,167</u>	<u>62,963</u>	<u>65,391</u>	<u>2,428</u>
County Clerk:				
Personal services	64,525	65,686	63,433	(2,253)
Commodities	1,518	1,916	3,000	1,084
Contractual services	2,323	2,142	2,300	158
Capital outlay	-	589	100	(489)
Reimbursed expenditures	(86)	-	-	-
	<u>68,280</u>	<u>70,333</u>	<u>68,833</u>	<u>(1,500)</u>
County Treasurer:				
Personal services	71,578	58,018	69,000	10,982
Commodities	3,494	3,720	2,000	(1,720)
Contractual services	3,670	5,910	3,500	(2,410)
Reimbursed expenditures	(1,270)	(934)	-	934
	<u>77,472</u>	<u>66,714</u>	<u>74,500</u>	<u>7,786</u>

HAMILTON COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
County Attorney:				
Personal services	\$ 79,783	\$ 81,056	\$ 79,600	\$ (1,456)
Commodities	1,422	1,024	2,000	976
Contractual services	15,454	17,044	13,400	(3,644)
	<u>96,659</u>	<u>99,124</u>	<u>95,000</u>	<u>(4,124)</u>
Register of Deeds:				
Personal services	60,220	62,268	57,930	(4,338)
Commodities	595	2,070	1,500	(570)
Contractual services	6,367	2,346	5,355	3,009
Capital outlay	419	-	2,915	2,915
	<u>67,601</u>	<u>66,684</u>	<u>67,700</u>	<u>1,016</u>
Court Services:				
Court indigent	25,837	31,469	25,765	(5,704)
Commodities	3,312	2,102	3,750	1,648
Contractual services	14,856	17,163	16,485	(678)
Capital outlay	4,475	-	4,000	4,000
	<u>48,480</u>	<u>50,734</u>	<u>50,000</u>	<u>(734)</u>
Courthouse general:				
Personal services	30,196	32,473	29,234	(3,239)
Commodities	19,978	17,982	18,792	810
Contractual services	352,755	246,101	227,000	(19,101)
Capital outlay	16,882	53,390	274,974	221,584
Reimbursed expenditures	(52,709)	(102,283)	-	102,283
	<u>367,102</u>	<u>247,663</u>	<u>550,000</u>	<u>302,337</u>
Direct election expense:				
Personal services	1,573	1,783	1,382	(401)
Commodities	413	5,731	600	(5,131)
Contractual services	2,211	12,879	16,900	4,021
Capital outlay	102	158	-	(158)
	<u>4,299</u>	<u>20,551</u>	<u>18,882</u>	<u>(1,669)</u>

HAMILTON COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Appraiser cost:				
Personal services	\$ 49,080	\$ 49,856	\$ 49,374	\$ (482)
Commodities	2,417	1,636	1,500	(136)
Contractual services	75,698	78,999	67,926	(11,073)
Capital outlay	215	-	1,000	1,000
Reimbursed expenditures	(1,202)	(1,319)	-	1,319
	<u>126,208</u>	<u>129,172</u>	<u>119,800</u>	<u>(9,372)</u>
Zoning:				
Commodities	-	-	500	500
Contractual services	22	104	500	396
Reimbursed expenditures	(450)	(325)	-	325
	<u>(428)</u>	<u>(221)</u>	<u>1,000</u>	<u>1,221</u>
Employee benefits:				
Social security	118,637	119,824	123,000	3,176
Unemployment	2,497	1,217	6,000	4,783
KPERS	100,634	112,440	108,000	(4,440)
Health insurance	528,218	580,272	585,000	4,728
Life insurance	2,188	3,102	2,500	(602)
	<u>752,174</u>	<u>816,855</u>	<u>824,500</u>	<u>7,645</u>
Conservation District	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Capital outlay building	<u>(2,500)</u>	<u>4,389</u>	<u>-</u>	<u>(4,389)</u>
Weather modification	<u>19,000</u>	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Reimbursed expenditures	<u>(135,977)</u>	<u>(102,548)</u>	<u>-</u>	<u>102,548</u>
Total general government	<u>1,569,537</u>	<u>1,571,413</u>	<u>1,974,606</u>	<u>403,193</u>

HAMILTON COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Public safety:				
Sheriff:				
Personal services	\$ 401,174	\$ 413,914	\$ 383,010	\$ (30,904)
Commodities	66,289	55,130	60,121	4,991
Contractual services	111,098	100,863	74,716	(26,147)
Capital outlay	12,878	15,790	6,622	(9,168)
Law enforcement contract	(98,670)	(123,550)	(114,469)	9,081
	<u>492,769</u>	<u>462,147</u>	<u>410,000</u>	<u>(52,147)</u>
Emergency Management:				
Personal services	15,248	15,568	15,346	(222)
Commodities	646	452	-	(452)
Contractual services	1,200	1,218	1,654	436
Capital outlay	720	-	-	-
Reimbursed expenditures	-	(148)	-	148
	<u>17,814</u>	<u>17,090</u>	<u>17,000</u>	<u>(90)</u>
Juvenile detention center	<u>1,675</u>	<u>2,168</u>	<u>1,500</u>	<u>(668)</u>
Total public safety	<u>512,258</u>	<u>481,405</u>	<u>428,500</u>	<u>(52,905)</u>
Highways and streets:				
Road and bridge:				
Personal services	336,655	359,459	355,980	(3,479)
Commodities	226,389	331,421	305,000	(26,421)
Contractual services	138,354	79,255	128,000	48,745
Capital outlay	147,312	127,234	158,020	30,786
Reimbursed expenditures	(3,016)	(3,822)	-	3,822
	<u>845,694</u>	<u>893,547</u>	<u>947,000</u>	<u>53,453</u>
Noxious weed:				
Personal services	15,425	22,288	16,320	(5,968)
Commodities	71,861	79,055	65,000	(14,055)
Contractual services	8,141	7,722	10,000	2,278
Capital outlay	-	-	10,000	10,000
Reimbursed expenditures	(52,096)	(47,444)	(50,320)	(2,876)
	<u>43,331</u>	<u>61,621</u>	<u>51,000</u>	<u>(10,621)</u>

HAMILTON COUNTY, KANSAS**GENERAL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Wildlife control:				
Personal services	\$ 12,074	\$ 16,053	\$ 16,320	\$ 267
Commodities	46,124	96,574	123,000	26,426
Contractual services	1,575	7,754	4,000	(3,754)
Capital outlay	8,049	8,770	-	(8,770)
Reimbursed expenditures	(46,613)	(84,697)	(120,120)	(35,423)
	<u>21,209</u>	<u>44,454</u>	<u>23,200</u>	<u>(21,254)</u>
Total highways and streets	<u>910,234</u>	<u>999,622</u>	<u>1,021,200</u>	<u>21,578</u>
Sanitation:				
Landfill:				
Personal services	25,821	29,772	35,700	5,928
Commodities	14,028	12,061	7,000	(5,061)
Contractual services	57,450	13,045	22,000	8,955
Capital outlay	-	22,830	-	(22,830)
Waste tire management	(2,361)	(1,332)	-	1,332
	<u>94,938</u>	<u>76,376</u>	<u>64,700</u>	<u>(11,676)</u>
Total sanitation	<u>94,938</u>	<u>76,376</u>	<u>64,700</u>	<u>(11,676)</u>
Health and welfare:				
Health department:				
Personal services	82,798	74,758	81,516	6,758
Commodities	5,787	7,999	3,494	(4,505)
Contractual services	7,201	9,161	-	(9,161)
	<u>95,786</u>	<u>91,918</u>	<u>85,010</u>	<u>(6,908)</u>
Ambulance:				
Personal services	55,033	58,159	48,270	(9,889)
Commodities	4,557	6,921	6,360	(561)
Contractual services	12,834	12,076	14,720	2,644
Capital outlay	-	-	650	650
	<u>72,424</u>	<u>77,156</u>	<u>70,000</u>	<u>(7,156)</u>
Mental health	<u>18,179</u>	<u>18,179</u>	<u>18,179</u>	<u>-</u>
Mental retardation	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Total health and welfare	<u>211,389</u>	<u>212,253</u>	<u>198,189</u>	<u>(14,064)</u>

HAMILTON COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Economic development:				
Personal services	\$ 37,835	\$ 31,851	\$ 38,500	\$ 6,649
Commodities	1,483	1,720	800	(920)
Contractual services	7,419	6,025	8,000	1,975
Capital outlay	-	-	200	200
Reimbursed expenditures	(16,800)	(16,800)	(16,800)	-
Total economic development	29,937	22,796	30,700	7,904
Culture and recreation:				
Fair and activities:				
Transfer to related municipal entity	80,000	72,000	50,000	(22,000)
Personal services	27,395	21,122	30,000	8,878
Reimbursed expenditures	(20,289)	(19,486)	-	19,486
	87,106	73,636	80,000	6,364
Historical society	22,114	22,681	22,500	(181)
Youth services:				
Transfer to related municipal entity	31,875	31,870	31,870	-
Personal services	14,494	14,288	-	(14,288)
Reimbursed expenditures	(14,933)	(14,220)	-	14,220
	31,436	31,938	31,870	(68)
Golf course:				
Transfer to related municipal entity	5,200	10,100	-	(10,100)
Personal services	66,627	78,202	80,000	1,798
Capital outlay	3,071	4,180	-	(4,180)
	74,898	92,482	80,000	(12,482)
Pool board:				
Transfer to related municipal entity	40,000	40,000	40,000	-
Personal services	30,632	33,268	-	(33,268)
Reimbursed expenditures	(30,632)	(33,268)	-	33,268
	40,000	40,000	40,000	-
Total culture and recreation	255,554	260,737	254,370	(6,367)

HAMILTON COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Operating transfers:				
Capital improvement	\$ 401,892	\$ 100,660	\$ 100,000	\$ (660)
Special machinery	47,653	53,453	-	(53,453)
Special road	47,653	162,000	-	(162,000)
GO hospital bond	96,000	96,000	96,000	-
Total operating transfers	593,198	412,113	196,000	(216,113)
Transfers to related and other municipal entities:				
Hospital	594,225	748,629	748,629	-
Hamilton County VIP	56,100	56,100	56,100	-
Extension Council	63,750	73,000	65,000	(8,000)
Airport	35,000	40,000	40,000	-
Transfers to related and other municipal entities	749,075	917,729	909,729	(8,000)
Total expenditures	4,926,120	4,954,444	\$ 5,077,994	\$ 123,550
Receipts over (under) expenditures	172,101	477,624		
Unencumbered cash balance, beginning of year	211,520	383,621	\$ 126,765	\$ 256,856
Unencumbered cash balance, end of year	\$ 383,621	\$ 861,245		

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS**ALCOHOL REVENUE FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
State of Kansas	\$ 3,303	\$ 2,610	<u>\$ 2,888</u>	<u>\$ (278)</u>
Expenditures:				
Health and welfare:				
County appropriations	<u>-</u>	<u>-</u>	<u>\$ 9,000</u>	<u>\$ 9,000</u>
Receipts over (under) expenditures	3,303	2,610		
Unencumbered cash balance, beginning of year	<u>3,072</u>	<u>6,375</u>	<u>\$ 6,530</u>	<u>\$ (155)</u>
Unencumbered cash balance, end of year	<u>\$ 6,375</u>	<u>\$ 8,985</u>	<u>\$ 418</u>	<u>\$ 8,567</u>

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes	\$ 117,215	\$ 123,320	\$ 115,139	\$ 8,181
Expenditures:				
Transfer to related municipal entity	115,027	117,310	\$ 117,310	\$ -
Receipts over (under) expenditures	2,188	6,010		
Unencumbered cash balance, beginning of year	2,773	4,961	\$ 2,171	\$ 2,790
Unencumbered cash balance, end of year	\$ 4,961	\$ 10,971		

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS

FIRE DISTRICT #1 FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes	\$ 47,008	\$ 47,927	\$ 44,164	\$ 3,763
Expenditures:				
Public safety:				
Personal services	16,278	15,512	\$ 18,000	\$ 2,488
Commodities	14,755	6,853	14,000	7,147
Contractual	12,336	14,698	14,000	(698)
Capital outlay	1,885	13,411	4,000	(9,411)
Reimbursed expenditures	(979)	(474)	-	474
Total expenditures	44,275	50,000	\$ 50,000	\$ -
Receipts over (under) expenditures	2,733	(2,073)		
Unencumbered cash balance, beginning of year	9,908	12,641	\$ 5,836	\$ 6,805
Unencumbered cash balance, end of year	\$ 12,641	\$ 10,568		

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS**LIBRARY EMPLOYEE BENEFITS FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		<u>2012</u>		
	<u>2011</u>	<u>Actual</u>	<u>Budget</u>	Variance favorable (unfavorable)
Cash receipts:				
Taxes	\$ 35,531	\$ 46,770	<u>\$ 45,196</u>	<u>\$ 1,574</u>
Expenditures:				
Transfer to related municipal entity	<u>34,667</u>	<u>45,196</u>	<u>\$ 45,196</u>	<u>\$ -</u>
Receipts over (under) expenditures	864	1,574		
Unencumbered cash balance, beginning of year	<u>-</u>	<u>864</u>	<u>\$ -</u>	<u>\$ 864</u>
Unencumbered cash balance, end of year	<u>\$ 864</u>	<u>\$ 2,438</u>		

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS

SPECIAL VEHICLE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance favorable (unfavorable)
	2011	Actual	Budget	
Cash receipts:				
Licenses, permits and fees	\$ 26,938	\$ 27,916	\$ 30,000	\$ (2,084)
Expenditures:				
General government	1,260	3,056	\$ 10,000	\$ 6,944
Transfer to general fund	25,678	24,860	20,000	(4,860)
Total expenditures	26,938	27,916	\$ 30,000	\$ 2,084
Receipts over (under) expenditures	-	-		
Unencumbered cash balance, beginning of year	-	-	\$ -	\$ -
Unencumbered cash balance, end of year	\$ -	\$ -		

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS**SHERIFF FUND FOR 911 FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Licenses, permits and fees	\$ 10,117	\$ -	\$ 14,000	\$ (14,000)
Grants and other	48,412	-	-	-
Total cash receipts	58,529	-	\$ 14,000	\$ (14,000)
Expenditures:				
Public safety	59,832	140	\$ 19,000	\$ 18,860
Operating transfers out	-	5,139	-	(5,139)
Total expenditures	59,832	5,279	\$ 19,000	\$ 13,721
Receipts over (under) expenditures	(1,303)	(5,279)		
Unencumbered cash balance, beginning of year	6,582	5,279	\$ 5,582	\$ (303)
Unencumbered cash balance, end of year	\$ 5,279	\$ -	\$ 582	\$ (582)

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS**ENHANCEMENT 911 FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Licenses, permits and fees	\$ 5,053	\$ 41,827	\$ 12,500	\$ 29,327
Grants and other	10,856	9,736	-	9,736
Transfers in	-	5,139	-	5,139
Total cash receipts	15,909	56,702	\$ 12,500	\$ 44,202
Expenditures:				
Public safety	13,523	17,000	\$ 17,000	\$ -
Receipts over (under) expenditures	2,386	39,702		
Unencumbered cash balance, beginning of year	4,077	6,463	\$ 4,827	\$ 1,636
Unencumbered cash balance, end of year	\$ 6,463	\$ 46,165	\$ 327	\$ 45,838

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS

ALL NON-BUDGETED SPECIAL PURPOSE FUNDS SCHEDULE OF RECEIPTS AND EXPENDITURES REGULATORY BASIS

For the Year ended December 31, 2012

	Capital improvement	Special machinery	Special road	Sheriff's funds
Cash receipts:				
Taxes	\$ -	\$ -	\$ -	\$ -
Shared revenue	-	15,935	-	-
Licenses, permits and fees	-	-	-	-
Interest	-	-	-	-
Charges for services	-	-	-	-
Loan collections	-	-	-	-
Miscellaneous	-	-	-	16,434
Transfers in	100,660	53,453	162,000	-
Total cash receipts	100,660	69,388	162,000	16,434
Expenditures:				
General government	42,362	-	-	-
Public safety	-	-	-	9,335
Highways and streets	-	167,900	12,419	-
Health and welfare	-	-	-	-
Debt service	205,934	-	-	-
New loans	-	-	-	-
Reimbursed expenditures	(74,942)	-	-	-
Transfers out	-	-	-	-
Total expenditures	173,354	167,900	12,419	9,335
Receipts over (under) expenditures	(72,694)	(98,512)	149,581	7,099
Unencumbered cash balance, beginning of year	1,946,316	152,240	81,883	7,443
Unencumbered cash balance, end of year	\$ 1,873,622	\$ 53,728	\$ 231,464	\$ 14,542

Special attorney trust drug money	Diversion fee	County sales tax	EMT trust	Prosecuting attorney training	Register of deeds technology
\$ -	\$ -	\$ 187,414	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	7,131	-	-	423	4,396
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	5,630	-	-
-	-	-	-	-	-
-	7,131	187,414	5,630	423	4,396
-	12,378	-	-	278	2,175
-	-	-	-	-	-
-	-	-	-	-	-
-	-	63,615	4,405	-	-
-	-	27,500	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	75,000	-	-	-
-	12,378	166,115	4,405	278	2,175
-	(5,247)	21,299	1,225	145	2,221
794	31,792	179,454	906	874	30,135
<u>\$ 794</u>	<u>\$ 26,545</u>	<u>\$ 200,753</u>	<u>\$ 2,131</u>	<u>\$ 1,019</u>	<u>\$ 32,356</u>

HAMILTON COUNTY, KANSAS

**ALL NON-BUDGETED SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year ended December 31, 2012

	Health bio-terrorism	Solid waste management	Micro loan	Special law enforcement trust	Total
Cash receipts:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 187,414
Shared revenue	4,949	-	-	-	20,884
Licenses, permits and fees	-	-	-	-	11,950
Interest	-	59	-	-	59
Charges for services	-	84,023	-	-	84,023
Loan collections	-	-	17,769	-	17,769
Miscellaneous	-	9,957	-	-	32,021
Transfers in	-	-	-	-	316,113
Total cash receipts	4,949	94,039	17,769	-	670,233
Expenditures:					
General government	-	84,802	-	-	141,995
Public safety	-	-	-	-	9,335
Highways and streets	-	-	-	-	180,319
Health and welfare	10,304	-	-	-	78,324
Debt service	-	-	-	-	233,434
New loans	-	-	12,704	-	12,704
Reimbursed expenditures	-	-	-	-	(74,942)
Transfers out	-	-	-	-	75,000
Total expenditures	10,304	84,802	12,704	-	656,169
Receipts over (under) expenditures	(5,355)	9,237	5,065	-	14,064
Unencumbered cash balance, beginning of year	42,558	1,197	53,683	7,852	2,537,127
Unencumbered cash balance, end of year	\$ 37,203	\$ 10,434	\$ 58,748	\$ 7,852	\$ 2,551,191

See Independent Auditors Report.

HAMILTON COUNTY, KANSAS**BOND AND INTEREST FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes	\$ 118,763	\$ 119,994	\$ 112,226	\$ 7,768
Expenditures:				
Debt service:				
Principal	100,000	100,000	\$ 100,000	\$ -
Interest	15,405	13,905	13,905	-
Cash basis reserve	-	-	20,000	20,000
Total expenditures	115,405	113,905	\$ 133,905	\$ 20,000
Receipts over (under) expenditures	3,358	6,089		
Unencumbered cash balance, beginning of year	24,415	27,773	\$ 21,679	\$ 6,094
Unencumbered cash balance, end of year	\$ 27,773	\$ 33,862		

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS

**ALL NON-BUDGETED BOND AND INTEREST FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year ended December 31, 2012

	<u>GO hospital bond</u>
Cash receipts:	
Transfers in	\$ 96,000
Expenditures:	
Debt service	<u>96,525</u>
Receipts over (under) expenditures	(525)
Unencumbered cash balance, beginning of year	<u>7,691</u>
Unencumbered cash balance, end of year	<u><u>\$ 7,166</u></u>

See Independent Auditor's Report.

HAMILTON COUNTY, KANSAS

ALL AGENCY FUNDS
 SCHEDULE OF RECEIPTS AND EXPENDITURES
 REGULATORY BASIS

For the Year ended December 31, 2012

<u>Fund</u>	<u>Beginning cash balance</u>	<u>Cash receipts</u>	<u>Cash disbursements</u>	<u>Ending cash balance</u>
County clerk	\$ -	\$ 3,056	\$ 3,056	\$ -
Register of deeds	1,465	37,056	35,655	2,866
District court	8,475	135,407	137,432	6,450
Sheriff	20,473	88,626	96,977	12,122
County treasurer	5,703,022	9,083,430	8,931,504	5,854,948
Local taxing districts	6,879	3,637,110	3,641,948	2,041
Delinquent dumpsters	-	8,973	8,973	-
Motor vehicle fees	-	238,554	238,554	-
Hospital sales tax collections	16,443	187,414	189,930	13,927
Sales tax collections	11,226	181,234	183,499	8,961
Fish and game licenses	-	2,932	2,932	-
Heritage trust	609	827	914	522
Delinquent personal court costs	574	1,163	1,147	590
Payroll clearing funds	43,444	372,637	375,012	41,069
Aflac 125 plan	10,386	43,826	38,306	15,906
Law library	13,662	2,823	1,460	15,025
Oil & gas depletion	-	192,678	26,724	165,955
Total	<u>\$ 5,836,658</u>	<u>\$ 14,217,746</u>	<u>\$ 13,914,023</u>	<u>\$ 6,140,382</u>

See Independent Auditor's Report.